



**AMSELCO
MINERALS INC.**

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July 28, 1988

Mr. Doug Hattersley
U. S. Forest Service
1720 Peachtree Road, N.W.
Atlanta, GA 30367

Dear Mr. Hattersley:

Re: Amselco's Royalty Schedule

Enclosed is a copy of Amselco's sliding scale royalty percentages that are currently used in the southeastern United States. As we discussed over the phone, the average rental payments for the first year of a lease range from \$5 to \$10 per acre. The per-acre figures can be escalated gradually over the term of the lease. How a prospective Lessor's rental payments are structured is negotiable, and each situation tends to be a little different depending upon the prospective Lessor's needs.

I hope this information will be beneficial to you. If you have any further questions, please do not hesitate to call me in Camden.

Sincerely,

AMSELCO MINERALS INC.

W. Kenneth Martin
Landman

WKM/dn

Enclosure

cc: D. J. Duskin



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